11. APPLICATION FOR CONSTRUCTION OF A DRILLING AND PRODUCING PLATFORM, P.R.C. 3242.1, SANTA BARBARA COUNTY; MOBIL OIL COMPANY - W.O. 5863.

After consideration of Calendar Item 25 attached, and upon motion duly made and unanimously carried, the following resolution was adopted

THE EXECUTIVE OFFICER IS AUTHORIZED TO APPROVE THE LOCATION AND CONSTRUCTION, BY MOBIL OIL COMPANY, OF A PILE-SUPPORTED DRILLING AND PRODUCING PLATFORM WITHIN THE LEASE AREA OF OIL AND GAS LEASE P.R.C. 3242.1, WESTERLY OF GOAL OIL POINT, SANTA BARBARA COUNTY, APPROXIMATELY 10,400 FEET FROM SHORE, SUBJECT TO THE CONDITION THAT THE LESSEE FURNISH A GOOD AND SUFFICIENT BOND IN THE AMOUNT OF \$500,000 TO GUARANTEE THE FAITHFUL PERFORMANCE BY THE LESSEE FOR THE CONSTRUCTION AND MAINTENANCE OF THE PLATFORM AND THE REMOVAL THEREOF AT THE REQUEST OF THE STATE UPON THE EXPIRATION OR SOCNER TERMINATION OF THE LEASE, AS REQUIRED BY SECTION 14 OF OIL AND GAS LEASE P.R.C. 3242.1.

Attachment
Calendar Item 25 (1 page)

APPLICATION FOR CONSTRUCTION OF A DRILLING AND PRODUCING PLATFORM, P.R.C. 3242.1, SANTA BARBARA COUNTY; MOBIL OIL COMPANY - W.O. 5863.

An application has been received from Mobil Oil Company, a division of Socony Mobil Oil Company, Inc., joint lessee and operator under State Oil and Gas Lease P.R.C. 3242.1, requesting approval of the construction of a stationary pile-supported drilling and producing platform situated within the leased area westerly of Coal Oil Point, Santa Barbara County, approximately 10,400 feet from shore (see Exhibit "A").

The design of the proposed platform has been reviewed and approved by the State Lands Division and a report has been submitted by a Registered Civil Engineer stating that the structure has been designed to support the unticipated drilling and production loads from petroleum operations in combination with horizontal loads from storm or earliquake.

The size and location of the proposed drilling and producing platform are in accordance with the terms of the lease and the Rules and Regulations of the State Lands Commission. Under the code-naming procedure adopted by the oil industry and the U. S. Coast Guard, it is proposed to name the platform "Holly".

Pursuant to the provisions of Public Resources Code section 6818, the Director of Parks and Recreation was informed of the application, and has advised in the terms of the statute that "issuance of permit would have no effect upon any program or project of this Department. There are no known recreation activities on these lands or lands littoral which would be adversely affected by the permit."

The office of the Attorney General has advised that the application complies with the applicable provisions of law and of the Rules and Regulations of the State Lands Commission.

A Department of the Army permit authorizing the construction and maintenance of the platform at the specific location has been isseed by the Corps of Engineers.

IT IS RECCAMENDED THAT THE COMMISSION AUTHORIZE THE EXECUTIVE OFFICER TO APPROVE THE LOCATION AND CONSTRUCTION, BY MOBIL OIL COMPANY, OF A PILE-SUPPORTED DRILL-ING AND PRODUCING PLATFORM WITHIN THE LEASE AREA OF OIL AND GAS LEASE P.R.C. 3242.1, WESTERLY OF COAL OIL POINT, SANTA BARBARA COUNTY, APPROXIMATELY 10,400 FEET FROM SHORE, SUBJECT TO THE CONDITION THAT THE LESSEE FURNISH A GOOD AND SUFFICIENT BOND IN THE AMOUNT OF \$500,000 TO GUARANTEE THE FAILHFUL PERFORMANCE BY THE LESSEE FOR THE CONSTRUCTION AND MAINTENANCE OF THE PLATFORM AND THE REMOVAL THEREOF AT THE REQUEST OF THE STATE UPON THE EXPINATION OR SOCNED THE MINATION OF THE LEASE, AS REQUIRED BY SECTION 14 OF OIL AND GAS LEASE P.R.C. 5242.1.